

FEDERAL MILK ORDER ADVANCE PRICES, JANUARY

Class I Base Price. Under the Federal milk order pricing system, the Class I base price for January 2005 is \$16.65 per cwt. This price is derived from the advanced Class III skim milk pricing factor of \$9.70 and the advanced butterfat pricing factor is \$2.0818. A Class I differential for each order's principal pricing point (county) is added to the base price to determine the Class I price. **Class II Price Information.** The advanced Class IV skim milk pricing factor is \$6.50. Thus, the Class II skim milk price for January is \$7.20 per cwt., and the Class II nonfat solids price is \$0.8000. **Product Price Averages.** The two-week product price averages for January are: butter \$1.8498, nonfat dry milk \$0.8698, cheese \$1.7648, and dry whey \$0.2436.

| FEDERAL MILK ORDER CLASS I PRICE INFORMATION ^{1/ 2/} | | | | |
|---|--------------|-----------------------|-------------------------|-------------------------|
| Federal Milk Order Marketing Area ^{3/} | Order Number | January 2005 | | |
| | | Class I Price (3.5 %) | Class I Skim Milk Price | Class I Butterfat Price |
| | | <u>\$ per cwt.</u> | <u>\$ per cwt.</u> | <u>\$ per pound</u> |
| Northeast (Boston) ^{4/} | 001 | 19.90 | 12.95 | 2.1143 |
| Appalachian (Charlotte) ^{5/} | 005 | 19.75 | 12.80 | 2.1128 |
| Southeast (Atlanta) ^{6/} | 007 | 19.75 | 12.80 | 2.1128 |
| Florida (Tampa) ^{7/} | 006 | 20.65 | 13.70 | 2.1218 |
| Mideast (Cleveland) ^{8/} | 033 | 18.65 | 11.70 | 2.1018 |
| Upper Midwest (Chicago) ^{9/} | 030 | 18.45 | 11.50 | 2.0998 |
| Central (Kansas City) ^{10/} | 032 | 18.65 | 11.70 | 2.1018 |
| Southwest (Dallas) ^{11/} | 126 | 19.65 | 12.70 | 2.1118 |
| Arizona-Las Vegas (Phoenix) ^{12/} | 131 | 19.00 | 12.05 | 2.1053 |
| Pacific Northwest (Seattle) ^{13/} | 124 | 18.55 | 11.60 | 2.1008 |
| All-Market Average | | 19.30 | 12.35 | 2.1083 |

^{1/} To convert the Class I price per 100 pounds to the Class I price per gallon, divide by 11.63--the approximate number of gallons in 100 pounds of milk. ^{2/} Note: The mandatory \$0.20 per cwt. processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table. ^{3/} Names in parentheses are the major city in the principal pricing point of the markets. ^{4/} Class I prices at other cities are: New York City, minus \$0.10; Philadelphia, minus \$0.20; Baltimore, minus \$0.25, and Washington, DC, minus \$0.25. ^{5/} Class I prices at other cities are: Knoxville, minus \$0.30 and Louisville, minus \$0.90. ^{6/} Class I prices at other cities are: New Orleans; plus \$0.50; Memphis, minus \$0.30; Nashville, minus \$0.50; and Springfield, Mo., minus \$0.90. ^{7/} Class I prices at other cities are: Orlando, same; Miami, plus \$0.30; and Jacksonville, minus \$0.30. ^{8/} Class I prices at other cities are: Indianapolis, same; Cincinnati, plus \$0.20; Pittsburgh, plus \$0.10; and Detroit, minus \$0.20. ^{9/} Class I prices at other cities are: Milwaukee, minus \$0.05; and Minneapolis, minus \$0.10. ^{10/} Class I prices at other cities are: Des Moines, minus \$0.20; Omaha, minus \$0.15; Oklahoma City, plus \$0.60; St. Louis, same; and Denver plus \$0.55. ^{11/} Class I prices at other cities are: Houston, plus \$0.60; San Antonio, plus \$0.45; Albuquerque, minus \$0.65; and El Paso, minus \$0.75. ^{12/} Class I price at Las Vegas is minus \$0.35. ^{13/} Class I prices at other cities are: Portland, same; and Spokane, same.